

**LOCAL BANKRUPTCY FORM 3015-1****IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE MIDDLE DISTRICT OF PENNSYLVANIA****IN RE:**

Billy J. Ward  
Barbara S. Ward

: **CHAPTER 13**  
 : **CASE NO. 1 - 15 -bk- 03681-RNO**  
 :  
 : **CHAPTER 13 PLAN**  
 :  
 : (Indicate if applicable)  
 : 1 # MOTIONS TO AVOID LIENS  
 : 0 # MOTIONS TO VALUE COLLATERAL  
 :  
 :  **ORIGINAL PLAN**  
 : 4th **AMENDED PLAN**  
 : (Indicate 1<sup>ST</sup>, 2<sup>ND</sup>, 3<sup>RD</sup>, etc.)

**YOUR RIGHTS WILL BE AFFECTED**

**READ THIS PLAN CAREFULLY.** If you oppose any provision of this plan you must file a timely written objection. This plan may be confirmed and become binding on you without further notice or hearing unless a written objection is filed before the deadline stated on the Notice issued in connection with the filing of the plan

**PLAN PROVISIONS****DISCHARGE: (Check one)**

The debtor will seek a discharge of debts pursuant to Section 1328(a).

The debtor is not eligible for a discharge of debts because the debtor has previously received a discharge described in Section 1328(f).

**NOTICE OF SPECIAL PROVISIONS: (Check if applicable)**

This plan contains special provisions that are not included in the standard plan as approved by the U.S. Bankruptcy Court for the Middle District of Pennsylvania. Those provisions are set out in Section 8 of this plan. Other than to insert text into the designated spaces or to expand the tables to include additional claims, the preprinted language of this form may not be altered. This does not mean that the Debtor is prohibited from proposing additional or different plan provisions in Section 8. The Debtor may propose additional or different plan provisions or specify that any of the provisions will not be applicable, provided however, that each such provision or deletion shall be set forth herein in Section 8.

## 1. PLAN FUNDING AND LENGTH OF PLAN

#### A. Plan Payments

I. To date, the Debtor(s) has paid \$ 650.00 (enter \$0 if no payments have been made to the Trustee to date). Debtor(s) shall pay to the Trustee for the remaining term of the plan the following payments. If applicable, in addition to monthly plan payments, Debtor(s) shall make conduit payments through the Trustee as set forth below. The total base plan is \$ 10,418.00, plus other payments and property stated in Section I B below:

Start mm/yy	End mm/yy	Plan Payment	Estimated Conduit Payment	Total Payment
1/2017	8/2020	\$222.00	\$0.00	\$222.00

Total Payments: \$ 9,768.00

2. If the plan provides for conduit mortgage payments, and the mortgagor notifies the Trustee that a different payment is due, the Trustee shall notify the Debtor and the attorney for the Debtor, in writing, to adjust the conduit payments and the plan funding accordingly. Debtor(s) is responsible for all post-petition mortgage payments due prior to the initiation of conduit mortgage payments.
3. Debtor(s) shall take appropriate action to ensure that all applicable wage attachments are adjusted to conform to the terms of the plan.
4. CHECK ONE:  Debtor(s) is at or under median income  
 Debtor(s) is over median income. Debtor(s) calculates that a minimum of \$ \_\_\_\_\_ must be paid to unsecured, non-priority creditors in order to comply with the Means Test.

## B. Liquidation of Assets

1. In addition to the above specified plan payments, Debtor(s) shall dedicate to the plan proceeds in the estimated amount of \$ 91,700.00 from the sale of property known and designated as 5915 and 5925 Wertzville Road, Enola. All sales shall be completed by

within 1 year, 20      . If the property does not sell by the date specified, then the disposition of the property shall be as follows: properties will be sold at auction

2. Other payments from any source(s) (describe specifically) shall be paid to the Trustee as follows: Debtors' exemption after paying post-petition arrears - See Rider
3. The Debtor estimates that the liquidation value of this estate is § 91,700.00. (Liquidation value is calculated as the value of all non-exempt assets after the deduction of valid liens and encumbrances and before the deduction of Trustee fees and priority claims.)

## 2. SECURED CLAIMS

- A. Pre-Confirmation Distributions. Adequate protection and conduit payments in the following amounts will be paid by the Debtor to the Trustee. The Trustee will disburse these payments for which a proof of claim has been filed as soon as practicable after receipt of said payments from the Debtor.

Name of Creditor	Address	Account #	Estimated Monthly Payment
N/A			\$
			\$

The Trustee will not make a partial payment. If the Debtor makes a partial plan payment, or if it is not paid on time and the Trustee is unable to pay timely a payment due on a claim in this section, the Debtor's cure of this default must include any applicable late charges.

Upon receipt, Debtor shall mail to the Trustee all notices from mortgagees including statements, payment coupons, impound and escrow notices, and notices concerning changes of the interest rate on variable interest rate loans. If any such notice informs the Debtor that the amount of the payment has increased or decreased, the change in the plan payment to the Trustee will not require modification of this plan.

- B. Mortgages and Other Direct Payments by Debtor. Payments will be made outside the plan according to the original contract terms, with no modification of contract terms, unless otherwise agreed to by the contracting parties, and with liens retained. All mortgage and other lien claim balances survive the plan if not avoided or paid in full under the plan.

Name of Creditor	Description of Collateral	Contractual Monthly Payment	Principal Balance of Claim
Citizens Bank of PA	6017 Wertzville Road, Enola PA	\$ Per POC	\$ Per POC
Seterus, Inc.	6017 Wertzville Road, Enola PA	\$ Per POC	\$ Per POC
		\$	\$
		\$	\$

C. Arrears. The Trustee shall distribute the amount of pre-petition arrearages set forth in the allowed proof of claim to each secured creditor set forth below. If the Debtor or the Trustee objects to a proof of claim and the objection is sustained, or if the plan provides for payment of amounts greater than the allowed proof of claim, the creditor's claim will be paid in the amount allowed by the court.

Name of Creditor	Description of Collateral	Estimated Pre-petition Arrears to be Cured	Estimated Post-petition Arrears to be Cured	Estimated Total to be paid in plan
Citizens Bank of PA	6017 Wertzville Road, Enola PA	\$ 11,275.27	\$ 0.00	\$ 11,275.27
Seterus, Inc.	6017 Wertzville Road, Enola PA	\$ 9,830.52	\$ 0.00	\$ 9,830.52
		\$	\$	\$
		\$	\$	\$

D. Secured Claims Paid According to Modified Terms. These amounts will be paid in the plan according to modified terms, and liens retained until entry of discharge. The excess of the creditor's claim will be treated as an unsecured claim. Any claim listed as "NO VALUE" in the "Modified Principal Balance" column below will be treated as an unsecured claim. THE LIENS WILL BE AVOIDED OR LIMITED THROUGH THE PLAN OR DEBTOR(S) WILL FILE AN ADVERSARY ACTION TO DETERMINE THE EXTENT, VALIDITY, AND PRIORITY OF THE LIEN (Select method in last column):

Name of Creditor	Description of Collateral	Modified Principal Balance	Interest Rate	Total Payment	Plan* or Adversary Action
Internal Revenue Service	6017 Wertzville Road, Enola PA 5915 & 5925 & Vehicles/Prop	\$ 27512.89	3.00 %	\$ 29,662.24	Plan -See Rider
Cumberland County Tax Claim Bureau	5925 & 5915 Wertzville Road, Enola PA	\$ 3,838.45	9.00 %	\$ 4,780.79	Plan -See Rider
Office of Unemployment Compensation Benefits Pol	6017 Wertzville Road, Enola PA 5915 & 5925 & Vehicles/Prop	\$ 2,246.19	9.00 %	\$ 2,797.63	Plan -See Rider

**\* “PLAN” INDICATES THAT THE DEBTOR(S) PROPOSES TO AVOID OR LIMIT THE LIEN OF THE CREDITOR IN THIS PLAN. CONFIRMATION OF THE PLAN SHALL CONSTITUTE A FINDING OF VALUATION PURSUANT TO SECTION 506(a). NO ADVERSARY COMPLAINT OR MOTION WILL BE FILED AND THE LIEN WILL BE AVOIDED BY A CONFIRMATION ORDER UPON DISCHARGE. IF THE CREDITOR WISHES TO CONTEST THE AVOIDANCE OF THE LIEN, THE CREDITOR MUST FILE AN OBJECTION TO THIS PLAN. OTHERWISE CONFIRMATION OF THE PLAN WILL AVOID THE LIEN UPON DISCHARGE.**

**E. Other Secured Claims. (Including conduit payments)**

Name of Creditor	Description of Collateral	Principal balance of Claim	Interest Rate	Total to be paid in plan
N/A		\$	%	\$
		\$	%	\$
		\$	%	\$

**F. Surrender of Collateral. Debtor(s) surrenders the following assets to secured creditors. Upon confirmation of the plan, bankruptcy stays are lifted as to the collateral to be surrendered. This provision does not prejudice a creditor's right to move to lift the stay prior to confirmation.**

Name of Creditor	Description of Collateral to be Surrendered
N/A	

G. Lien Avoidance. The Debtor moves to avoid the following judicial and/or nonpossessory, non-purchase money liens of the following creditors pursuant to Section 522(f) (this section should not be used for statutory or consensual liens such as mortgages):

Name of Creditor	Description of Collateral
Capital One Bank	6017, 5915, 5925 Wertzville Road

**THE DEBTOR(S) PROPOSES TO AVOID THE JUDICIAL LIEN OF THE CREDITOR(S) IN THIS PLAN. CONFIRMATION OF THE PLAN SHALL CONSTITUTE A FINDING OF VALUATION AND ALLOWANCE OF EXEMPTIONS PURSUANT TO § 522(f). NO ADVERSARY COMPLAINT OR MOTION WILL BE FILED AND THE JUDICIAL LIEN WILL BE AVOIDED BY A CONFIRMATION ORDER UPON DISCHARGE. IF THE CREDITOR(S) WISHES TO CONTEST THE AVOIDANCE OF THE LIEN, THE CREDITOR(S) MUST FILE A TIMELY OBJECTION TO THIS PLAN. OTHERWISE, CONFIRMATION OF THE PLAN WILL AVOID THE LIEN UPON DISCHARGE.**

H. Optional provisions regarding duties of certain mortgage holders and servicers. Property of the estate vests upon closing of the case, and Debtor elects to include the following provisions. (Check if applicable)

Confirmation of the plan shall impose an affirmative duty on the holders and/or servicers of any claims secured by liens, mortgages and/or deeds of trust on the principal residence of the Debtor to do the following:

- (1) Apply the payments received from the Trustee on the pre-petition arrearage, if any, only to such arrearage. If the plan provides for an allowed payment of post-petition arrearages as set forth in Section 2C, apply those payments to only the post-petition arrearages.
- (2) Deem the pre-petition arrearage as contractually current upon confirmation of the plan for the sole purpose of precluding the imposition of late payment charges or other default-related fees and services based solely on the pre-petition default or defaults.
- (3) Apply the post-petition monthly mortgage payments made by the Debtor to the post-petition mortgage obligations as provided for by the terms of the underlying mortgage note. Late charges may be assessed on post-petition payments as provided by the terms of the mortgage and note.

### 3. PRIORITY CLAIMS

A. Allowed unsecured claims entitled to priority under section 1322(a) will be paid in full unless modified under Section 8:

Name of Creditor	Estimated Total Payment
Township of Hampden	\$ 1,770.67
Internal Revenue Service	\$ 10,603.60
	\$

**B. Administrative Claims:**

(1) Trustee fees. Percentage fees payable to the Trustee will be paid at the rate fixed by the United States Trustee, not to exceed 10%.

(2) Attorney fees. Check only one box:

In addition to the retainer of \$ 0.00 already paid by the Debtor, the amount of \$ 4,000.00 in the plan. This represents the unpaid balance of the presumptively reasonable fee specified in L.B.R. 2016-2(c); or

\$ \_\_\_\_\_ per hour, to be adjusted in accordance with the terms of the written fee agreement between the Debtor and the attorney. Payment of such lodestar compensation shall require a separate fee application with the requested amount of compensation approved by the Court pursuant to L.B.R. 2016-2(b).

(3) Other administrative claims.

Name of Creditor	Estimated Total Payment
N/A	\$
	\$
	\$

**4. UNSECURED CLAIMS**

A. Claims of Unsecured Nonpriority Creditors Specially Classified. Includes unsecured claims, such as co-signed unsecured debts, that will be paid in full even though all other unsecured claims may not be paid in full.

Name of Creditor	Reason for Special Classification	Amount of Claim	Interest Rate	Total Payment
N/A		\$	%	\$
		\$	%	\$

B. All remaining allowed unsecured claims shall receive a pro-rata distribution of any funds remaining after payment of the other classes.

5. **EXECUTORY CONTRACTS AND UNEXPIRED LEASES.** The following executory contracts and unexpired leases are assumed (and pre-petition arrears to be cured in the plan) or rejected (so indicate):

Name of Creditor	Description of Collateral	Monthly Payment	Interest Rate	Pre-petition Arrears	Total Payment	Assume/ Reject
N/A		\$	%	\$	\$	
		\$	%	\$	\$	

6. **REVESTING OF PROPERTY: (Check One)**

Property of the estate will vest in the Debtor upon confirmation. (Not to be used with Section 2H)

Property of the estate will vest in the Debtor upon closing of the case.

7. **STUDENT LOAN PROVISIONS**

**(NOTE: If you are not seeking to discharge a student loan(s), do not complete this section.)**

Name of Creditor	Monthly Payment	Interest Rate	Pre-petition Arrears	Total Payment
	\$	%	\$	\$
	\$	%	\$	\$

8. **OTHER PLAN PROVISIONS**

A. Include the additional provisions below or on an attachment. (NOTE: The plan and any attachment must be filed as one document, not as a plan and exhibit.)

See Attached Rider

## 9. ORDER OF DISTRIBUTION:

Payments from the plan will be made by the Trustee in the following order:

Level 1: \_\_\_\_\_  
Level 2: \_\_\_\_\_  
Level 3: \_\_\_\_\_  
Level 4: \_\_\_\_\_  
Level 5: \_\_\_\_\_  
Level 6: \_\_\_\_\_  
Level 7: \_\_\_\_\_  
Level 8: \_\_\_\_\_

If the above Levels are not filled-in, then the order of distribution of plan payments will be determined by the Trustee using the following as a guide:

Level 1: Adequate protection payments.  
Level 2: Debtor's attorney's fees.  
Level 3: Domestic Support Obligations.  
Level 4: Priority claims, pro rata.  
Level 5: Secured claims, pro rata.  
Level 6: Specially classified unsecured claims.  
Level 7: General unsecured claims.  
Level 8: Untimely filed unsecured claims to which the Debtor has not objected.

## GENERAL PRINCIPLES APPLICABLE TO ALL PLANS

All pre-petition arrears and cramdowns shall be paid to the Trustee and disbursed to creditors through the plan.

If a pre-petition creditor files a secured, priority or specially classified claim after the bar date, the Trustee will treat the claim as allowed, subject to objection by the Debtor. Claims filed after the bar date that are not properly served on the Trustee will not be paid. The Debtor is responsible for reviewing claims and filing objections, if appropriate.

Dated: January 4, 2017

/s/ Johanna H. Rehkamp, Esquire

Attorney for Debtor

/s/ Billy J. Ward

Debtor

/s/ Barbara S. Ward

Joint Debtor

Rider to Special Provisions of 4th Amended Chapter 13 Plan  
Billy J. & Barbara S. Ward  
1-15-bk-03681-RNO

Any Liens, to the extent that they exist as to the Debtors' property, shall be divested and avoided at discharge, except for the liens of Citizens Bank, the first lien holder on Debtors' Residence and Seterus Inc./Fannie Mae, the second lien holder on the Debtors' Residence at 6017 Wertzville Road, Enola, PA until their claims are paid in accordance with Debtors' Chapter 13 Plan.

Debtors reserve the right to sell any real or personal property upon the filing of an appropriate Motion with the Court.

Debtors propose to use the proceeds from the sale of 5915 & 5925 Wertzville Road, after paying customary costs and expenses associated with the sale of the properties, including the secured claim owed to Cumberland County Tax Claim Bureau, first, to pay the secured debts owed to the IRS, in the amount of \$29,662.24, and the Pennsylvania Office of Unemployment Compensation, in the amount of \$2,797.63; next, to pay the priority debts owed to the Township of Hampden, in the amount of \$1,770.67, and the IRS, in the amount of \$10,603.60; finally, to pay general unsecured creditors.

Debtors propose to use their exemption of \$19,100 from the sale of 5925 Wertzville Road to first pay post-petition arrears of approximately \$8,390.65 (through March 2017) owed to Seterus Inc./Fannie Mae with the remainder of their exemption of approximately \$10,709.35 to be paid to the Trustee to pay pre-petition arrears owed to Citizens Bank of PA and Seterus/Fannie Mae. The remainder of the pre-petition arrears owed to Citizens Bank of PA and Seterus/Fannie Mae shall be paid through the plan.

The automatic stay shall remain in effect until such time as the Plan is fully consummated by payments to the Trustee or otherwise modified or terminated by specific Order of the Court.

Debtors have agreed to pay \$4,000.00 as the Presumed Reasonable Fee and have paid \$0.00 towards that fee pre-petition to Cunningham, Chernicoff & Warshawsky, P.C. The balance of \$4,000.00, is requested to be paid through the Plan. The Debtors have been informed that Cunningham, Chernicoff & Warshawsky, P.C. reserves the right to file a fee application if any extraordinary or extra fees are incurred, to be charged at Cunningham, Chernicoff & Warshawsky, P.C.'s regular hourly rates. Any such additional charges will be submitted to the Court as is necessary.